

IN THE UNITED STATES DISTRICT COURT FOR THE
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

HALLIBURTON COMPANY,

Plaintiff,

v.

UNITED STATES OF AMERICA,

Defendant.

CIVIL NO: 4:24-cv-02149

Exhibit

1

DECLARATION OF KEITH S. GRIFFITH II PURSUANT TO 28 U.S.C. § 1746

Pursuant to 28 U.S.C. § 1746, I declare as follows:

1. I am a revenue agent with the Internal Revenue Service, located in Houston, Texas. I am over 21 years of age, of sound mind, capable and competent of making this declaration possession in making the representations below.
2. I am a revenue agent supporting the Department of Justice in this case.
3. The Internal Revenue Service keeps filed tax returns as part of its official records.
4. A true and correct copy of the Plaintiff's 2010 Form 1120X, Amended U.S. Corporation Tax Return, but with required redactions and bates numbers for convenience added to the bottom right corner, is enclosed with this declaration.

I declare under penalty of perjury that the foregoing is true and correct.

Executed 10/24/2024.

Keith S. Griffith II
Digitally signed by
Keith S. Griffith II
Date: 2024.10.24
18:30:53 -05'00'

Keith S. Griffith II
IRS Revenue Agent

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only (PS Form 3800, April 2015 PSN 7530-02-000-9047)

For delivery information, visit our website at www.usps.com

OGDEN, UT 84201

OFFICIAL USE

Certified Mail Fee \$3.45

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$0.00
<input type="checkbox"/> Return Receipt (electronic)	\$0.00
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00

Postage \$2.26

Total Postage and Fees \$8.46

Sent To Department of the Treasury
 Internal Revenue Service Center
 OGDEN, UT 84201-0012

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

7016 2710 0000 6384 6847

DEC 2 2018 0429 03

12/24/2018

TV 2010 (Form 1120X - NIGERIA)

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature <input type="checkbox"/> Agent <input checked="" type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below:</p>
<p>1. Article Addressed to:</p> <p>Department of the Treasury Internal Revenue Service Center OGDEN, UT 84201-0012</p> <p>7016 2710 0000 6384 6847</p>	<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input checked="" type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p> <p>7016 2710 0000 6384 6847</p>	

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

AS AMENDED

Form 1120X (Rev. January 2011) Department of the Treasury Internal Revenue Service	Amended U.S. Corporation Income Tax Return	OMB No. 1545-0132 For tax year ending 12/2010 (Enter month and year.)
Name Halliburton Company		Employer identification number <div style="background-color: black; width: 100px; height: 1.2em;"></div>
Number, street, and room or suite no. (If a P.O. box, see instructions.) 2107 City West Boulevard		
City or town, state, and ZIP code Houston, TX 77042		Telephone number (optional)
Enter name and address used on original return (If same as above, write "Same.") SAME		
Internal Revenue Service Center where original return was filed E-FILED		

Fill in applicable items and use Part II on the back to explain any changes

Part I Income and Deductions (see instructions)	(a) As originally reported or as previously adjusted	(b) Net change - increase or (decrease) - explain in Part II	(c) Correct amount
1 Total income	4,224,686,244		4,224,686,244
2 Total deductions	2,518,263,905	32,500,000	2,550,763,905
3 Taxable income. Subtract line 2 from line 1	1,706,422,339	-32,500,000	1,673,922,339
4 Total tax	200,827,006	-11,375,000	189,452,006

Payments and Credits (see instructions)

5a Overpayment in prior year allowed as a credit	8,831,678	8,831,678
b Estimated tax payments	400,000,000	400,000,000
c Refund applied for on Form 4466		
d Subtract line 5c from the sum of lines 5a and 5b	408,831,678	408,831,678
e Tax deposited with Form 7004		
f Credit from Form 2439		
g Credit for federal tax on fuels and other refundable credits	114,801	114,801
6 Tax deposited or paid with (or after) the filing of the original return		
7 Add lines 5d through 6, column (c)		408,946,479
8 Overpayment, if any, as shown on original return or as later adjusted		208,119,473
9 Subtract line 8 from line 7		200,827,006

Tax Due or Overpayment (see instructions)

10 Tax due. Subtract line 9 from line 4, column (c). If paying by check, make it payable to the "United States Treasury"	10	
11 Overpayment. Subtract line 4, column (c), from line 9	11	11,375,000
12 Enter the amount of line 11 you want: Credited to 20 Estimated tax Refunded	12	11,375,000

Sign Here	Under penalties of perjury, I declare that I have filed an original return and that I have examined this amended return, including accompanying schedules and statements, and to the best of my knowledge and belief, this amended return is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
	Signature of officer	11/24/2018 Date	Sr. Vice President-Tax Title	
Paid Preparer Use Only	Print/Type preparer's name BLAKE D LESSER	Preparer's signature 	Date 12/18/18	Check <input type="checkbox"/> if self-employed PTIN <div style="background-color: black; width: 50px; height: 1.2em;"></div>
	Firm's name ERNST & YOUNG U.S. LLP	Firm's EIN <div style="background-color: black; width: 50px; height: 1.2em;"></div>		Phone no. 817-348-6017
	Firm's address 1401 MCKINNEY STREET, SUITE 1200 HOUSTON, TX 77010			

For Paperwork Reduction Act Notice, see instructions.

Form 1120X (Rev. 1-2011)

JSA
0C1820 3.000

Exh 1 -003

Form 1120X (Rev. 1-2011)

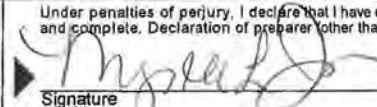
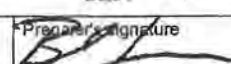
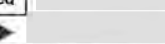
Page 2

Part II Explanation of Changes to Items in Part I (Enter the line number from page 1 for the items you are changing, and give the reason for each change. Show any computation in detail. Also, see What To Attach in the instructions.)

If the change is due to a net operating loss carryback, a capital loss carryback, or a general business credit carryback, see Carryback Claims in the instructions, and check here ☐

This return is being amended to report an increase in total deductions in the amount of \$32,500,000 (Part I, Line 2), resulting in a decrease in taxable income in the amount of \$32,500,000 (Part I, Line 3) and a decrease in total tax in the amount of \$11,375,000 (Part I, Line 4). This amended return constitutes a claim for refund of \$11,375,000, plus interest as allowed by law.

The taxpayer ("Halliburton") paid \$35,000,000 to the Federal Government of Nigeria ("FGN") in 2010 in settlement of certain matters. On its originally filed return, Halliburton deducted \$26,891,667 of this amount. During the IRS's audit of Halliburton's 2010 return, Halliburton informally claimed an increased deduction in 2010 for the entire \$35,000,000 paid to the FGN (i.e., an increase of \$8,108,333). At the conclusion of the IRS audit and IRS Appeals process, the IRS and Halliburton executed a Form 870-AD (which the Joint Committee on Taxation reviewed without objection) reflecting that Halliburton had overpaid its 2010 income tax by \$63,523,156. This agreed overpayment took into account an allowed deduction of only \$2,500,000 out of the total \$35,000,000. The \$2,500,000 represented payment to the FGN to reimburse the FGN for its legal fees. On the Form 870-AD Halliburton expressly reserved its rights to timely file and prosecute a claim for refund attributable to a deduction of the remaining \$32,500,000 of the \$35,000,000 (the "Settlement Payment"). This formal claim for refund is being filed pursuant to such reservation of rights. The \$32,500,000 Settlement Payment is properly deductible by Halliburton in 2010 as an ordinary and necessary business expense under IRC Section 162(a). See the attached statement for additional explanation.

Form 1120 Department of the Treasury Internal Revenue Service		U.S. Corporation Income Tax Return For calendar year 2010 or tax year beginning _____, ending _____ ▶ See separate instructions.				OMB No. 1545-0123 2010																																																																																																															
A Check if: 1a Consolidated return (attach Form 851) <input checked="" type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>		Name Halliburton Company Number, street, and room or suite no. If a P.O. box, see instructions. 2107 City West Boulevard City or town, state, and ZIP code Houston, TX 77042				B Employer identification number C Date incorporated 11-07-1996 D Total assets (see instructions) \$ 14,616,892,054																																																																																																															
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E Check if: (1) Initial return (2) Final return (3) Name change (4) Address change																																																																																																																					
Income		<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:5%;">1a</td> <td style="width:45%;">Gross receipts or sales</td> <td style="width:15%;">39,882,304,270</td> <td style="width:5%;">b</td> <td style="width:45%;">Less returns and allowances</td> <td style="width:15%;">27,505,683,799</td> <td style="width:5%;">c Bal ▶</td> <td style="width:5%;">1c</td> <td style="width:45%;">12,376,620,471</td> </tr> <tr><td>2</td><td>Cost of goods sold (Schedule A, line 8)</td><td></td><td></td><td></td><td></td><td></td><td>2</td><td>8,587,457,539</td></tr> <tr><td>3</td><td>Gross profit. Subtract line 2 from line 1c</td><td></td><td></td><td></td><td></td><td></td><td>3</td><td>3,789,162,932</td></tr> <tr><td>4</td><td>Dividends (Schedule C, line 19)</td><td></td><td></td><td></td><td></td><td></td><td>4</td><td>74,921,790</td></tr> <tr><td>5</td><td>Interest</td><td></td><td></td><td></td><td></td><td></td><td>5</td><td>167,423,748</td></tr> <tr><td>6</td><td>Gross rents</td><td></td><td></td><td></td><td></td><td></td><td>6</td><td>163,083</td></tr> <tr><td>7</td><td>Gross royalties</td><td></td><td></td><td></td><td></td><td></td><td>7</td><td>126,846,207</td></tr> <tr><td>8</td><td>Capital gain net income (attach Schedule D (Form 1120))</td><td></td><td></td><td></td><td></td><td></td><td>8</td><td>4,967,807</td></tr> <tr><td>9</td><td>Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)</td><td></td><td></td><td></td><td></td><td></td><td>9</td><td>52,765,537</td></tr> <tr><td>10</td><td>Other income (see instructions - attach schedule)</td><td></td><td></td><td></td><td></td><td></td><td>10</td><td>8,435,140</td></tr> <tr><td>11</td><td>Total income. Add lines 3 through 10</td><td></td><td></td><td></td><td></td><td></td><td>11</td><td>4,224,686,244</td></tr> </table>						1a	Gross receipts or sales	39,882,304,270	b	Less returns and allowances	27,505,683,799	c Bal ▶	1c	12,376,620,471	2	Cost of goods sold (Schedule A, line 8)						2	8,587,457,539	3	Gross profit. Subtract line 2 from line 1c						3	3,789,162,932	4	Dividends (Schedule C, line 19)						4	74,921,790	5	Interest						5	167,423,748	6	Gross rents						6	163,083	7	Gross royalties						7	126,846,207	8	Capital gain net income (attach Schedule D (Form 1120))						8	4,967,807	9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)						9	52,765,537	10	Other income (see instructions - attach schedule)						10	8,435,140	11	Total income. Add lines 3 through 10						11	4,224,686,244											
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g	Refundable credits from Form 3800, line 19c, and Form 8827, line 8c	32g		32h	200,827,006																																																																																																																
33	Estimated tax penalty (see instructions). Check if Form 2220 is attached			33																																																																																																																	
34	Amount owed. If line 32h is smaller than the total of lines 31 and 33, enter amount owed			34																																																																																																																	
35	Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid			35	11,375,000																																																																																																																
36	Enter amount from line 35 you want: Credited to 2011 estimated tax			36	11,375,000																																																																																																																
Sign Here		Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.																																																																																																																			
Signature of officer  Date 12/21/2018 Title Sr. Vice President-Tax		May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No																																																																																																																			
Paid Preparer Use Only		Print/Type preparer's name: BLAKE D LESSER Preparer's signature:  Date 12/18/18 Firm's name: ERNST & YOUNG U.S. LLP Firm's address: 1401 MCKINNEY STREET, SUITE 1200 HOUSTON, TX 77010 Firm's EIN:  Phone no.: 817-348-6017																																																																																																																			

Form 1120 (2010)

HALLIBURTON COMPANY

Page 2

Schedule A Cost of Goods Sold (see instructions)

1	Inventory at beginning of year	1	0
2	Purchases	2	0
3	Cost of labor	3	0
4	Additional section 263A costs (attach schedule)	4	0
5	Other costs (attach schedule)	5	8,587,457,539
6	Total. Add lines 1 through 5	6	8,587,457,539
7	Inventory at end of year	7	0
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	8,587,457,539

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost (ii) ☒ Lower of cost or market (iii) ☐ Other (Specify method used and attach explanation.)

b Check if there was a writedown of subnormal goods ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d 108,000,000

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? ☒ Yes ☐ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☐ No

Schedule D Dividends and Special Deductions (see instructions)

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)	579,226	70	405,458
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)	0	80	0
3 Dividends on debt-financed stock of domestic and foreign corporations	0	see instructions	0
4 Dividends on certain preferred stock of less-than-20%-owned public utilities	0	42	0
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities	0	48	0
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs	0	70	0
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs	0	80	0
8 Dividends from wholly owned foreign subsidiaries	0	100	0
9 Total. Add lines 1 through 8. See instructions for limitation			405,458
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	0	100	0
11 Dividends from affiliated group members	0	100	0
12 Dividends from certain FSCs	0	100	0
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12	19,770,046		
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)	23,478,654		
15 Foreign dividend gross-up	31,093,864		
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3	0		
17 Other dividends	0		
18 Deduction for dividends paid on certain preferred stock of public utilities			0
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4	74,821,790		
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			405,458

Schedule E Compensation of Officers (see instructions for page 1, line 12)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1 Details Available in Tax Office		%	%	%	59,836,309
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
		%	%	%	0
2 Total compensation of officers		0			59,836,309
3 Compensation of officers claimed on Schedule A and elsewhere on return					0
4 Subtract line 3 from line 2. Enter the result here and on page 1, line 12					59,836,309

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EXP-1-00620P2

Form 1120 (2010)

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Schedule J Tax Computation (see instructions)

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))	<input checked="" type="checkbox"/>	
2	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	2 585,872,819
3	Alternative minimum tax (attach Form 4626)		3
4	Add lines 2 and 3		4 585,872,819
5a	Foreign tax credit (attach Form 1118)	5a 378,421,890	
b	Credit from Form 8834, line 29	5b	
c	General business credit (attach Form 3800)	5c 17,998,923	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e		6 396,420,813
7	Subtract line 6 from line 4		7 189,452,006
8	Personal holding company tax (attach Schedule PH (Form 1120))		8
9	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697		
	<input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule)		9
10	Total tax. Add lines 7 through 9. Enter here and on page 1, line 31		10 189,452,006

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. 213110		
b	Business activity Oil and Gas Field Services		
c	Product or service Oilfield Services		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidary controlled group? If "Yes," enter name and EIN of the parent corporation _____		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G)		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G)		X
5	At the end of the tax year, did the corporation:		
a	Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851, Affiliations Schedule? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv).	X	

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

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Form 1118 (Rev. December 2009) Department of the Treasury Internal Revenue Service	Foreign Tax Credit - Corporations ▶ See separate instructions ▶ Attach to the corporation's tax return.	OMB No. 1545-0122
For calendar year 2010 , or other tax year beginning _____, and ending _____		
Name of corporation HALLIBURTON COMPANY		Employer identification number <div style="background-color: black; width: 100px; height: 1.2em;"></div>

Use a separate Form 1118 for each applicable category of income listed below. See Categories of Income on page 1 of instructions. Also, see Specific Instructions. Check only one box on each form.

- ☐ Passive Category Income
 ☐ Section 901(j) Income: Name of Sanctioned Country ▶ _____
- ☒ General Category Income
 ☐ Income Re-sourced by Treaty: Name of Country ▶ _____

Schedule A Income or (Loss) Before Adjustments (Report all amounts in U.S. dollars. See Specific Instructions.)

	1. Foreign Country or U.S. Possession (Enter two-letter code; see instructions. Use a separate line for each.) *	Gross Income or (Loss) From Sources Outside the United States (INCLUDE Foreign Branch Gross Income here and on Schedule F)								
		2. Deemed Dividends (see instructions)		3. Other Dividends		4. Interest	5. Gross Rents, Royalties, and License Fees	6. Gross Income From Performance of Services	7. Other (attach schedule)	8. Total (add columns 2(a) through 7)
		(a) Exclude gross-up	(b) Gross-up (sec. 78)	(a) Exclude gross-up	(b) Gross-up (sec. 78)					
A	AA								10,605	10,605
B	AE								13,193,619	13,193,619
C	AG					2,031,349	1,204,554		83,548,809	86,784,712
D	AJ						2,077,431		6,952,774	9,030,205
E	AO						961,845		24,964,353	25,926,198
F		19,561,041	9,423,406	22,991,379	21,485,239	49,261,566	113,936,579		1,203,469,294	1,440,128,504
Totals (add lines A through F)		19,561,041	9,423,406	22,991,379	21,485,239	51,292,915	118,180,409		1,332,139,454	1,575,073,843

^{*} For section 863(b) income, NOLs, income from RICs, and high-taxed income, use a single line (see instructions).

Deductions (INCLUDE Foreign Branch Deductions here and on Schedule F)

	9. Definitely Allocable Deductions				10. Apportioned Share of Deductions Not Definitely Allocable (enter amount from applicable line of Schedule H, Part II, column (d))	11. Net Operating Loss Deduction	12. Total Deductions (add columns 9(e) through 11)	13. Total Income or (Loss) Before Adjustments (subtract column 12 from column 8)	
	Rental, Royalty, and Licensing Expenses		(c) Expenses Related to Gross Income From Performance of Services	(d) Other Definitely Allocable Deductions					(e) Total Definitely Allocable Deductions (add columns 9(a) through 9(d))
	(a) Depreciation, Depletion, and Amortization	(b) Other Expenses							
A					1,061		1,061	9,544	
B				-221,123	-221,123	6,698,133	6,477,010	6,716,609	
C				29,139,650	29,139,650	15,072,364	44,212,014	42,572,698	
D						680,699	680,699	8,349,506	
E						12,112,640	12,112,640	13,813,558	
F				299,845,822	299,845,822	494,993,977	794,839,799	645,288,705	
Totals				328,764,349	328,764,349	529,558,874	858,323,223	716,750,620	

For Paperwork Reduction Act Notice, see separate instructions.

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Schedule B Foreign Tax Credit (Report all foreign tax amounts in U.S. dollars.)**Part I - Foreign Taxes Paid, Accrued, and Deemed Paid** (see instructions)

1. Credit is Claimed for Taxes:		2. Foreign Taxes Paid or Accrued (attach schedule showing amounts in foreign currency and conversion rate(s) used)							3. Tax Deemed Paid (from Schedule C - Part I, column 10, Part II, column 8(b), and Part III, column 8)	
<input type="checkbox"/> Paid <input checked="" type="checkbox"/> Accrued		Tax Withheld at Source on:			Other Foreign Taxes Paid or Accrued on:					
Date Paid	Date Accrued	(a) Dividends	(b) Interest	(c) Rents, Royalties, and License Fees	(d) Section 883(b) Income	(e) Foreign Branch Income	(f) Services Income	(g) Other		(h) Total Foreign Taxes Paid or Accrued (add columns 2(a) through 2(g))
A	VARIOUS									
B	VARIOUS			757,919					757,919	
C	VARIOUS			564,659				18,147,587	18,712,246	
D	VARIOUS									
E	VARIOUS			2,745,640					2,745,640	
F	SEE STMT			84,274,240				102,796,390	187,070,630	30,908,645
Totals (add lines A through F)				86,342,458				120,943,977	209,286,435	30,908,645

Part II - Separate Foreign Tax Credit (Complete a separate Part II for each applicable category of income.)

1	Total foreign taxes paid or accrued (total from Part I, column 2(h))	209,286,435	
2	Total taxes deemed paid (total from Part I, column 3)	30,908,645	
3	Reductions of taxes paid, accrued, or deemed paid (enter total from Schedule G)	()	
4	Taxes reclassified under high-tax kickout	185,219	
5	Enter the sum of any carryover of foreign taxes (from Schedule K, line 3, column (xiv)) plus any carrybacks to the current tax year	138,041,591	
6	Total foreign taxes (combine lines 1 through 5)		378,421,890
7	Enter the amount from the applicable column of Schedule J, Part I, line 11 (see instructions). If Schedule J is not required to be completed, enter the result from the "Totals" line of column 13 of the applicable Schedule A		1,170,675,353
8a	Total taxable income from all sources (enter taxable income from the corporation's tax return)	1,673,922,339	
b	Adjustments to line 8a (see instructions)		
c	Subtract line 8b from line 8a		1,673,922,339
9	Divide line 7 by line 8c. Enter the resulting fraction as a decimal (see instructions). If line 7 is greater than line 8c, enter 1		0.699361
10	Total U.S. income tax against which credit is allowed (regular tax liability (see section 26(b)) minus American Samoa economic development credit)		585,872,819
11	Credit limitation (multiply line 9 by line 10) (see instructions)		409,736,601
12	Separate foreign tax credit (enter the smaller of line 6 or line 11 here and on the appropriate line of Part III)		378,421,890

Part III - Summary of Separate Credits (Enter amounts from Part II, line 12 for each applicable category of income. Do not include taxes paid to sanctioned countries.)

1	Credit for taxes on passive category income		
2	Credit for taxes on general category income	378,421,890	
3	Credit for taxes on income re-sourced by treaty (combine all such credits on this line)		
4	Total (add lines 1 through 3)		378,421,890
5	Reduction in credit for international boycott operations (see instructions)		
6	Total foreign tax credit (subtract line 5 from line 4). Enter here and on the appropriate line of the corporation's tax return		378,421,890

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Schedule C Tax Deemed Paid by Domestic Corporation Filing Return

Use this schedule to figure the tax deemed paid by the corporation with respect to dividends from a first-tier foreign corporation under section 902(a), and deemed inclusions of earnings from a first- or lower-tier foreign corporation under section 960(a). Report all amounts in U.S. dollars unless otherwise specified.

Part I-Dividends and Deemed Inclusions From Post-1986 Undistributed Earnings

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends and Deemed Inclusions		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 9 by column 7)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Schedule D, Part I - see instructions)		(a) Functional Currency	(b) U.S. Dollars		
0517T	2010-12	CJ	462,804,255.1	46,564,815	34,450,198		181,015,013	8,356,779	8,356,779	0.018057	3,268,558
1376T	2010-12	SN	221,239,839	35,478,476	8,075,636		43,554,112	7,431,269	7,431,269	0.033589	1,462,948
2501T	2008-12	CJ-*PTI*	2,343					2,343	2,343	1.000	
2501T	2009-11	CJ-*PTI*	18,165					18,165	18,165	1.000	
2569T	2010-12	UK	524,460,994	71,495,602			71,495,602	4,355,630	4,355,630	0.008305	593,768
2570T	2010-12	CJ	-2,918,499	15,692	16,560		32,252	1,304	1,304	0.000	
2584T	2010-12	NI	37,247,399	12,125,560	2,528,883		14,654,443	2,149,560	2,149,560	0.057710	845,713
											24,737,658
											30,908,645

Part II-Dividends Paid Out of Pre-1987 Accumulated Profits

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency computed under section 902) (attach schedule)	5. Foreign Taxes Paid and Deemed Paid on Earnings and Profits (E&P) for Tax Year Indicated (in functional currency) (see instructions)	6. Dividends Paid		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) Functional Currency	(b) U.S. Dollars		(a) Functional Currency	(b) U.S. Dollars
6643T	1987-12	CA	309,386		309,386	309,386	1.0000		

Total (Add amounts in column 8b. Enter the result here and include on "Totals" line of Schedule B, Part I, column 3.) ▶

Part III - Deemed Inclusions From Pre-1987 Earnings and Profits

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. E&P for Tax Year Indicated (in functional currency translated from U.S. dollars, computed under section 964) (attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (see instructions)	6. Deemed Inclusions		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (multiply column 7 by column 5)
					(a) Functional Currency	(b) U.S. Dollars		

Total (Add amounts in column 8. Enter the result here and include on "Totals" line of Schedule B, Part I, column 3.) ▶

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Schedule D Tax Deemed Paid by First- and Second-Tier Foreign Corporations under Section 902(b)

Use Part I to compute the tax deemed paid by a first-tier foreign corporation with respect to dividends from a second-tier foreign corporation. Use Part II to compute the tax deemed paid by a second-tier foreign corporation with respect to dividends from a third-tier foreign corporation. Report all amounts in U.S. dollars unless otherwise specified.

Part I - Tax Deemed Paid by First-Tier Foreign Corporations**Section A - Dividends Paid Out of Post-1986 Undistributed Earnings (Include the column 10 results in Schedule C, Part I, column 6(b).)**

1. Name of Second-Tier Foreign Corporation and Its Related First-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency-attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (see instructions)		(a) of Second-tier Corporation	(b) of First-tier Corporation		
2555T/2777T	2010-12	GM	36,371,756	7,532,383	7,989,074		15,521,457	16,673,109	16,673,109	458408	7,114,767
2569T/6643T	2010-12	UK	524,633,515	63,777,840	7,741,280		71,519,120	172,521	172,521	000329	23,518
2674T/6643T	2010-12	UK	74,415,496	4,851,806	749,959		5,601,765	1,608,874	1,608,874	021620	121,111
3144T/6643T	2005-12	UK-PTI*	6,792,043					32,661	32,661	004809	
SEE STATEMENT											

Section B - Dividends Paid Out of Pre-1987 Accumulated Profits (Include the column 8(b) results in Schedule C, Part I, column 6(b).)

1. Name of Second-Tier Foreign Corporation and Its Related First-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency - attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (in functional currency - see instructions)	6. Dividends Paid (in functional currency)		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) of Second-tier Corporation	(b) of First-tier Corporation		(a) Functional Currency of Second-tier Corporation	(b) U.S. Dollars

Part II - Tax Deemed Paid by Second-Tier Foreign Corporations**Section A - Dividends Paid Out of Post-1986 Undistributed Earnings (Include the column 10 results in Section A, column 6(b), of Part I above.)**

1. Name of Third-Tier Foreign Corporation and Its Related Second-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency-attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (see instructions)		(a) of Third-tier Corporation	(b) of Second-tier Corporation		

Section B - Dividends Paid Out of Pre-1987 Accumulated Profits (Include the column 8(b) results in Section A, column 6(b), of Part I above.)

1. Name of Third-Tier Foreign Corporation and Its Related Second-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency - attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (in functional currency - see instructions)	6. Dividends Paid (in functional currency)		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) of Third-tier Corporation	(b) of Second-tier Corporation		(a) in Functional Currency of Third-tier Corporation	(b) U.S. Dollars

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Schedule E Tax Deemed Paid by Certain Third-, Fourth-, and Fifth-Tier Foreign Corporations Under Section 902(b)
 Use this schedule to report taxes deemed paid with respect to dividends from eligible post-1986 undistributed earnings of fourth-, fifth- and sixth-tier controlled foreign corporations. Report all amounts in U.S. dollars unless otherwise specified.

Part I - Tax Deemed Paid by Third-Tier Foreign Corporations (Include the column 10 results in Schedule D, Part II, Section A, column 6(b).)

1. Name of Fourth-Tier Foreign Corporation and Its Related Third-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Part II, column 10)		(a) Of Fourth-tier CFC	(b) Of Third-tier CFC		

Part II - Tax Deemed Paid by Fourth-Tier Foreign Corporations (Include the column 10 results in column 6(b) of Part I above.)

1. Name of Fifth-Tier Foreign Corporation and Its Related Fourth-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Part III, column 10)		(a) Of Fifth-tier CFC	(b) Of Fourth-tier CFC		

Part III - Tax Deemed Paid by Fifth-Tier Foreign Corporations (Include the column 10 results in column 6(b) of Part II above.)

1. Name of Sixth-Tier Foreign Corporation and Its Related Fifth-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid For Tax Year Indicated	7. Post-1986 Foreign Income Taxes (add columns 5 and 6)	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
							(a) Of Sixth-tier CFC	(b) Of Fifth-tier CFC		

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Schedule F Gross Income and Definitely Allocable Deductions for Foreign Branches			Schedule G Reductions of Taxes Paid, Accrued, or Deemed Paid	
1. Foreign Country or U.S. Possession (Enter two-letter code from Schedule A, column 1. Use a separate line for each.)	2. Gross Income	3. Definitely Allocable Deductions		
A	QC	1,607,357,806	328,764,349	
B				
C				
D				
E				
F				
Totals (add lines A through F)*			1,607,357,806	328,764,349

A	Reduction of Taxes Under Section 901(e) - Attach separate schedule	0
B	Reduction of Foreign Oil and Gas Taxes - Enter amount from Schedule I, Part II, line 6	0
C	Reduction of Taxes Due to International Boycott Provisions - Enter appropriate portion of Schedule C (Form 5713), line 2b. Important: Enter only "specifically attributable taxes" here.	0
D	Reduction of Taxes for Section 6038(c) Penalty - Attach separate schedule	0
E	Other Reductions of Taxes - Attach schedule(s)	0
Total (add lines A through E). Enter here and on Schedule B, Part II, line 3.		

* Note: The Schedule F totals are not carried over to any other Form 1118 Schedule. (These totals were already included in Schedule A.) However, the IRS requires the corporation to complete Schedule F under the authority of section 905(f).

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Schedule H Apportionment of Deductions Not Definitely Allocable (complete only once)**Part I - Research and Development Deductions**

	(a) Sales Method				(b) Gross Income Method-Check method used:		(c) Total R&D Deductions Not Definitely Allocable (enter all amounts from column (a)(v) or all amounts from column (b)(vi))
	Product line #1 (SIC Code:138) *	Product line #2 (SIC Code:)	(v) Total R&D Deductions Under Sales Method (add columns (ii) and (iv))		<input type="checkbox"/> Option 1 <input type="checkbox"/> Option 2 (See instructions.)		
	(i) Gross Sales	(ii) R&D Deductions	(iii) Gross Sales	(iv) R&D Deductions	(vi) Gross Income	(vii) Total R&D Deductions Under Gross Income Method	
1 Totals (see instructions)	38,504,323,123	255,783,706		94,632,552	350,416,258	0	
2 Total to be apportioned		127,891,853		47,316,276	175,208,129		
3 Apportionment among statutory groupings:							
a General category income	2,798,519,419	9,295,264		29,235,412	38,530,675		38,530,675
b Passive category income			0				
c Section 901(j) Income*		0					
d Income re-sourced by treaty*							
4 Total foreign (add lines 3a through 3d)	2,798,519,419	9,295,264		29,235,412	38,530,675		38,530,675

* Important: See Computer-Generated Schedule H in instructions.

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Schedule H Apportionment of Deductions Not Definitely Allocable (continued)**Part II - Interest Deductions, All Other Deductions, and Total Deductions**

	(a) Average Value of Assets - Check method used:		(b) Interest Deductions		(c) All Other Deductions Not Definitely Allocable	(d) Totals (add the corresponding amounts from column (c), Part I; columns (b)(iii) and (b)(iv), Part II; and column (c), Part II). Enter each amount from lines 3a through 3d below in column 10 of the corresponding Schedule A.		
	<input type="checkbox"/> Fair market value	<input type="checkbox"/> Tax book value	(iii) Nonfinancial Corporations	(iv) Financial Corporations				
	<input checked="" type="checkbox"/> Alternative tax book value							
	(i) Nonfinancial Corporations	(ii) Financial Corporations						
1 a Totals (see instructions)	17,312,464,155		447,750,940		338,973,927			
b Amounts specifically allocable under Temp. Regs. 1.861-10T(e)								
c Other specific allocations under Temp. Regs. 1.861-10T			140,440,815					
d Assets excluded from apportionment formula								
2 Total to be apportioned (subtract the sum of lines 1b, 1c, and 1d from line 1a)	17,312,464,155		307,310,125					
3 Apportionment among statutory groupings:								
a General category income	8,566,050,769		152,054,272		338,973,927	529,558,874		
b Passive category income	226,103,426		4,013,517			4,013,517		
c Section 901(j) income*	2,510,669		44,566			44,566		
d Income re-sourced by treaty*								
4 Total foreign (add lines 3a through 3d)	8,794,664,864		156,112,355		338,973,927	533,616,957		

* Important: See Computer-Generated Schedule H in instructions.

Form 1118 (Rev. 12-2009)

**Schedule J
(Form 1118)**

(Rev. January 2009)

**Adjustments to Separate Limitation Income (Loss) Categories for
Determining Numerators of Limitation Fractions, Year-End
Recharacterization Balances, and Overall Foreign and Domestic
Loss Account Balances**

OMB No. 1545-0122

For calendar year 2010, or other tax year beginning _____,
and ending _____

▶ Attach to Form 1118. For Paperwork Reduction Act Notice, see the Instructions for Form 1118.

Department of the Treasury
Internal Revenue Service

Name of corporation

Employer identification number

HALLIBURTON COMPANY

**Part I Adjustments to Separate Limitation Income or (Losses) in Determining Numerators of Limitation
Fractions (see instructions)**

	(i) General category income	(ii) Passive category income	(iii) Other income*	(iv) U.S. income
1 Income or (loss) before adjustments	716,750,620	-2,914,080	-44,566	960,130,365
2 Allocation of separate limitation losses:				
a General category income		()	()	
b Passive category income	(2,914,080)	2,914,080	()	
c Other income*	(44,566)	()	44,566	
3 Subtotal - Combine lines 1 through 2c.	713,791,974			960,130,365
4 Allocation of overall foreign losses				()
5 Allocation of domestic losses	()	()	()	
6 Subtotal - Combine lines 3 through 5.	713,791,974			960,130,365
7 Recapture of overall foreign losses	()	()	()	
8 Subtotal - Combine lines 6 and 7.	713,791,974			960,130,365
9 Recharacterization of separate limitation income:				
a General category income	()			
b Passive category income		()		
c Other income*			()	
10 Recapture of overall domestic losses	456,883,379	98,862		(-456,982,241)
11 Numerator of Limitation Fraction - Combine lines 8 through 10. Enter each result here and on Schedule B, Part II, line 7, of corresponding Form 1118.	1,170,675,353	98,862		

Part II Year-End Balances of Future Separate Limitation Income That Must Be Recharacterized (section 904(f)(5)(C))

a General category income			
b Passive category income	2,914,080		
c Other income*	364,351	2,804	

Part III Overall Foreign Loss Account Balances (section 904(f)(1))

Complete for each separate limitation income category.

1 Beginning balance			
2 Current year additions			
3 Current year reductions (other than recapture)	()	()	()
4 Current year recapture (from Part I, line 7)	()	()	()
5 Ending balance - Combine lines 1 through 4.			

Part IV Overall Domestic Loss Account Balances (section 904(g)(1))

1 Beginning balance	648,569,233	140,340	
2 Current year additions			
3 Current year reductions (other than recapture)	()	()	()
4 Subtotal - Combine lines 1 through 3.	648,569,233	140,340	
5 Current year recapture (from Part I, line 10)	456,883,379	98,862	
6 Ending balance - Subtract line 5 from line 4.	191,685,854	41,478	

* Important: See Computer-Generated Schedule J in instructions.

Schedule J (Form 1118) (Rev. 1-2009)

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**SCHEDULE K
(Form 1118)**

(December 2009)

Department of the Treasury
Internal Revenue Service

Name of corporation

HALLIBURTON COMPANY

Foreign Tax Carryover Reconciliation ScheduleFor calendar year 20 10 , or other tax year beginning _____, 20____, and ending _____, 20____.

▶ See separate instructions.

▶ Attach to Form 1118.

OMB No. 1545-0122

Employer Identification Number

Use a separate Schedule K (Form 1118) for each category of income listed below. Check only one box on each schedule.

☐ Passive Category Income
☒ General Category Income☐ Section 901(j) Income: Name of Sanctioned Country ▶ _____
☐ Income Re-sourced by Treaty: Name of Country ▶ _____

Foreign Tax Carryover Reconciliation	(i) 10th Preceding Tax Year	(ii) 9th Preceding Tax Year	(iii) 8th Preceding Tax Year	(iv) 7th Preceding Tax Year	(v) 6th Preceding Tax Year	(vi) 5th Preceding Tax Year	(vii) Subtotal (add columns (i) through (vi))
1 Foreign tax carryover from the prior tax year (enter the amount from line 6 of the worksheet in the instructions)							
2 Adjustments to line 1 (enter description - see instructions):							
a Carryback adjustment (see instructions)							
b Adjustments for section 905(c) redeterminations (see instructions)							
c							
d							
e							
f							
g							
3 Adjusted foreign tax carryover from prior tax year (combine lines 1 and 2).							
4 Foreign tax carryover utilized in current tax year (enter as a negative number)							
5 Foreign tax carryover expired unused in current tax year (enter as a negative number)							
6 Foreign tax carryover generated in current tax year							
7 Actual or estimated amount of line 6 to be carried back to prior tax year (enter as a negative number)							
8 Foreign tax carryover to the following tax year. Combine lines 3 through 7.	-0-						

For Paperwork Reduction Act Notice, see the instructions for Form 1118.

Schedule K (Form 1118) (12-2009)

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Schedule K (Form 1118) (12-2009)

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	(viii) Subtotal from page 1 (enter the amounts from column (vii) on page 1)	(ix) 4th Preceding Tax Year	(x) 3rd Preceding Tax Year	(xi) 2nd Preceding Tax Year	(xii) 1st Preceding Tax Year	(xiii) Current Tax Year	(xiv) Totals (add columns (vii) through (xii))
Foreign Tax Carryover Reconciliation (continued)							
1 Foreign tax carryover from the prior tax year (enter the amount from line 6 of the worksheet in the instructions)					138,041,591		138,041,591
2 Adjustments to line 1 (enter description - see instructions):							
a Carryback adjustment (see instructions)							
b Adjustments for section 905(c) redeterminations (see instructions)							
c							
d							
e							
f							
g							
3 Adjusted foreign tax carryover from prior tax year (combine lines 1 and 2). Enter the column (xiv) total on the current year Form 1118, Schedule B, Part II, line 5.					138,041,591		138,041,591
4 Foreign tax carryover utilized in current tax year (enter as a negative number)					-138,041,591		-138,041,591
5 Foreign tax carryover expired unused in current tax year (enter as a negative number)							
6 Foreign tax carryover generated in current tax year							
7 Actual or estimated amount of line 6 to be carried back to prior tax year (enter as a negative number)							
8 Foreign tax carryover to the following tax year. Combine lines 3 through 7.							

Schedule K (Form 1118) (12-2009)

GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

AS AMENDED

Form **1118**

(Rev. December 2009)

Department of the Treasury
Internal Revenue Service**Foreign Tax Credit - Corporations**

▶ See separate instructions

▶ Attach to the corporation's tax return.

OMB No. 1545-0122

For calendar year 2010

, or other tax year beginning

, and ending

Name of corporation

Employer identification number

HALLIBURTON COMPANY

Use a separate Form 1118 for each applicable category of income listed below. See Categories of Income on page 1 of instructions. Also, see Specific Instructions.

Check only one box on each form.

☐ Passive Category Income☐ Section 901(j) Income: Name of Sanctioned Country ▶☒ General Category Income☐ Income Re-sourced by Treaty: Name of Country ▶**Schedule A Income or (Loss) Before Adjustments (Report all amounts in U.S. dollars. See Specific Instructions.)**

	1. Foreign Country or U.S. Possession (Enter two-letter code; see instructions. Use a separate line for each.) *	Gross Income or (Loss) From Sources Outside the United States (INCLUDE Foreign Branch Gross Income here and on Schedule F)								
		2. Deemed Dividends (see instructions)		3. Other Dividends		4. Interest	5. Gross Rents, Royalties, and License Fees	6. Gross Income From Performance of Services	7. Other (attach schedule)	8. Total (add columns 2(a) through 7)
		(a) Exclude gross-up	(b) Gross-up (sec. 78)	(a) Exclude gross-up	(b) Gross-up (sec. 78)					
A	AA								10,605	10,605
B	AE								13,193,619	13,193,619
C	AG					2,031,349	1,204,554		83,548,809	86,784,712
D	AJ						2,077,431		6,952,774	9,030,205
E	AO						961,845		24,964,353	25,926,198
F		19,561,041	9,423,406	22,991,379	21,485,239	49,261,566	113,936,579		1,203,469,294	1,440,128,504
Totals (add lines A through F)		19,561,041	9,423,406	22,991,379	21,485,239	51,292,915	118,180,409		1,332,139,454	1,575,073,843

* For section 863(b) income, NOLs, income from RICs, and high-taxed income, use a single line (see instructions).

Deductions (INCLUDE Foreign Branch Deductions here and on Schedule F)

9. Definitely Allocable Deductions		10. Apportioned Share of Deductions Not Definitely Allocable (enter amount from applicable line of Schedule H, Part II, column (d))		11. Net Operating Loss Deduction	12. Total Deductions (add columns 9(e) through 11)	13. Total Income or (Loss) Before Adjustments (subtract column 12 from column 8)
(a) Depreciation, Depletion, and Amortization	(b) Other Expenses	(c) Expenses Related to Gross Income From Performance of Services	(d) Other Definitely Allocable Deductions	(e) Total Definitely Allocable Deductions (add columns 9(a) through 9(d))		
A				1,061	1,061	9,544
B			-221,123	-221,123	6,477,010	6,716,609
C			29,139,650	29,139,650	44,212,014	42,572,698
D				680,699	680,699	8,349,506
E				12,112,640	12,112,640	13,813,556
F			299,845,822	299,845,822	794,839,799	645,288,705
Totals			328,764,349	328,764,349	858,323,223	716,750,620

For Paperwork Reduction Act Notice, see separate instructions.

Form 1118 (Rev. 12-2009)

GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule B Foreign Tax Credit (Report all foreign tax amounts in U.S. dollars.)**Part I - Foreign Taxes Paid, Accrued, and Deemed Paid** (see instructions)

1. Credit is Claimed for Taxes: <input type="checkbox"/> Paid <input checked="" type="checkbox"/> Accrued		2. Foreign Taxes Paid or Accrued (attach schedule showing amounts in foreign currency and conversion rate(s) used)							3. Tax Deemed Paid (from Schedule C-Part I, column 10, Part II, column 8(b), and Part III, column 8)	
		Tax Withheld at Source on:			Other Foreign Taxes Paid or Accrued on:					
Date Paid	Date Accrued	(a) Dividends	(b) Interest	(c) Rents, Royalties, and License Fees	(d) Section 863(b) Income	(e) Foreign Branch Income	(f) Services Income	(g) Other		(h) Total Foreign Taxes Paid or Accrued (add columns 2(a) through 2(g))
A	VARIOUS									
B	VARIOUS			757,919					757,919	
C	VARIOUS			564,659				18,147,587	18,712,246	
D	VARIOUS									
E	VARIOUS			2,745,640					2,745,640	
F	SEE STMT			84,274,240				102,796,390	187,070,630	30,908,645
Totals (add lines A through F)				88,342,458				120,943,977	209,286,435	30,908,645

Part II - Separate Foreign Tax Credit (Complete a separate Part II for each applicable category of income.)

1	Total foreign taxes paid or accrued (total from Part I, column 2(h))	209,286,435	
2	Total taxes deemed paid (total from Part I, column 3)	30,908,645	
3	Reductions of taxes paid, accrued, or deemed paid (enter total from Schedule G)	()	
4	Taxes reclassified under high-tax kickout	185,219	
5	Enter the sum of any carryover of foreign taxes (from Schedule K, line 3, column (xiv)) plus any carrybacks to the current tax year	858,658,000	
6	Total foreign taxes (combine lines 1 through 5)		1,099,038,299
7	Enter the amount from the applicable column of Schedule J, Part I, line 11 (see instructions). If Schedule J is not required to be completed, enter the result from the "Totals" line of column 13 of the applicable Schedule A		1,183,335,275
8a	Total taxable income from all sources (enter taxable income from the corporation's tax return)	1,699,247,661	
8b	Adjustments to line 8a (see instructions)		
8c	Subtract line 8b from line 8a		1,699,247,661
9	Divide line 7 by line 8c. Enter the resulting fraction as a decimal (see instructions). If line 7 is greater than line 8c, enter 1		0.696388
10	Total U.S. income tax against which credit is allowed (regular tax liability (see section 26(b)) minus American Samoa economic development credit)		339,849,532
11	Credit limitation (multiply line 9 by line 10) (see instructions)		236,667,136
12	Separate foreign tax credit (enter the smaller of line 6 or line 11 here and on the appropriate line of Part III)		236,667,136

Part III - Summary of Separate Credits (Enter amounts from Part II, line 12 for each applicable category of income. Do not include taxes paid to sanctioned countries.)

1	Credit for taxes on passive category income		
2	Credit for taxes on general category income	236,667,136	
3	Credit for taxes on income re-sourced by treaty (combine all such credits on this line)		
4	Total (add lines 1 through 3)		236,667,136
5	Reduction in credit for international boycott operations (see instructions)		
6	Total foreign tax credit (subtract line 5 from line 4). Enter here and on the appropriate line of the corporation's tax return		236,667,136

Form 1118 (Rev. 12-2009)

GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule C Tax Deemed Paid by Domestic Corporation Filing Return

Use this schedule to figure the tax deemed paid by the corporation with respect to dividends from a first-tier foreign corporation under section 902(a), and deemed inclusions of earnings from a first- or lower-tier foreign corporation under section 960(a). Report all amounts in U.S. dollars unless otherwise specified.

Part I - Dividends and Deemed Inclusions From Post-1986 Undistributed Earnings

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends and Deemed Inclusions		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Schedule D, Part I - see instructions)		(a) Functional Currency	(b) U.S. Dollars		
0517T	2010-12	CJ	462,804,255.1	16,564,815	34,450,198		181,015,013	8,356,779	8,356,779	0.018057	3,268,558
1376T	2010-12	SN	221,239,839	35,478,476	8,075,636		43,554,112	7,431,269	7,431,269	0.033589	1,462,948
2501T	2008-12	CJ- *PTI*	2,343					2,343	2,343	1.000	
2501T	2009-11	CJ- *PTI*	18,165					18,165	18,165	1.000	
2569T	2010-12	UK	524,460,994	71,495,602			71,495,602	4,355,630	4,355,630	0.008305	593,768
2570T	2010-12	CJ	-2,918,499	15,692	16,560		32,252	1,304	1,304	0.000	
2584T	2010-12	NI	37,247,399	12,125,560	2,528,883		14,654,443	2,149,560	2,149,560	0.057710	845,713
											24,737,658
											30,908,645

Post 1986 Dividends Paid Out of Pre-1987 Accumulated Profits on "Totals" line of Schedule B, Part I, column 3.)

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency computed under section 902) (attach schedule)	5. Foreign Taxes Paid and Deemed Paid on Earnings and Profits (E&P) for Tax Year Indicated (in functional currency) (see instructions)	6. Dividends Paid		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) Functional Currency	(b) U.S. Dollars		(a) Functional Currency	(b) U.S. Dollars
6643T	1987-12	CA	309,386		309,386	309,386	1.0000		

Total (Add amounts in column 8b. Enter the result here and include on "Totals" line of Schedule B, Part I, column 3.)

Part III - Deemed Inclusions From Pre-1987 Earnings and Profits

1. Name of Foreign Corporation (Identify DISCs and former DISCs)	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. E&P for Tax Year Indicated (in functional currency, translated from U.S. dollars, computed under section 964) (attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (see instructions)	6. Deemed Inclusions		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (multiply column 5 by column 7)
					(a) Functional Currency	(b) U.S. Dollars		

Total (Add amounts in column 8. Enter the result here and include on "Totals" line of Schedule B, Part I, column 3.)

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GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule D Tax Deemed Paid by First- and Second-Tier Foreign Corporations under Section 902(b)

Use Part I to compute the tax deemed paid by a first-tier foreign corporation with respect to dividends from a second-tier foreign corporation. Use Part II to compute the tax deemed paid by a second-tier foreign corporation with respect to dividends from a third-tier foreign corporation. Report all amounts in U.S. dollars unless otherwise specified.

Part I - Tax Deemed Paid by First-Tier Foreign Corporations**Section A - Dividends Paid Out of Post-1986 Undistributed Earnings (Include the column 10 results in Schedule C, Part I, column 6(b).)**

1. Name of Second-Tier Foreign Corporation and Its Related First-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency-attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (see instructions)		(a) of Second-tier Corporation	(b) of First-tier Corporation		
2555T/2777T	2010-12	GM	36,371,756	7,532,383	7,989,074		15,521,457	16,673,109	16,673,109	.458408	7,114,767
2569T/6643T	2010-12	UX	524,633,515	63,777,840	7,741,280		71,519,120	172,521	172,521	.000329	23,518
2674T/6643T	2010-12	UX	74,415,496	4,851,806	749,959		5,601,765	1,608,874	1,608,874	.021620	121,111
3144T/6643T	2005-12	UX- *PTI *	6,792,043					32,661	32,661	.004809	
SEE STATEMENT											

Section B - Dividends Paid Out of Pre-1987 Accumulated Profits (Include the column 8(b) results in Schedule C, Part I, column 6(b).)

1. Name of Second-Tier Foreign Corporation and Its Related First-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency - attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (in functional currency - see instructions)	6. Dividends Paid (in functional currency)		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) of Second-tier Corporation	(b) of First-tier Corporation		(a) Functional Currency of Second-tier Corporation	(b) U.S. Dollars

Part II - Tax Deemed Paid by Second-Tier Foreign Corporations**Section A - Dividends Paid Out of Post-1986 Undistributed Earnings (Include the column 10 results in Section A, column 6(b), of Part I above.)**

1. Name of Third-Tier Foreign Corporation and Its Related Second-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency-attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Schedule C, Part I, column 10)		(a) of Third-tier Corporation	(b) of Second-tier Corporation		

Section B - Dividends Paid Out of Pre-1987 Accumulated Profits (Include the column 8(b) results in Section A, column 6(b), of Part I above.)

1. Name of Third-Tier Foreign Corporation and Its Related Second-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Accumulated Profits for Tax Year Indicated (in functional currency - attach schedule)	5. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated (in functional currency - see instructions)	6. Dividends Paid (in functional currency)		7. Divide Column 6(a) by Column 4	8. Tax Deemed Paid (see instructions)	
					(a) of Third-tier Corporation	(b) of Second-tier Corporation		(a) in Functional Currency of Third-tier Corporation	(b) U.S. Dollars

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GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule E Tax Deemed Paid by Certain Third-, Fourth-, and Fifth-Tier Foreign Corporations Under Section 902(b)
 Use this schedule to report taxes deemed paid with respect to dividends from eligible post-1986 undistributed earnings of fourth-, fifth- and sixth-tier controlled foreign corporations. Report all amounts in U.S. dollars unless otherwise specified.

Part I - Tax Deemed Paid by Third-Tier Foreign Corporations (Include the column 10 results in Schedule D, Part II, Section A, column 6(b).)

1. Name of Fourth-Tier Foreign Corporation and its Related Third-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Part II, column 10)		(a) Of Fourth-tier CFC	(b) Of Third-tier CFC		

Part II - Tax Deemed Paid by Fourth-Tier Foreign Corporations (Include the column 10 results in column 6(b) of Part I above.)

1. Name of Fifth-Tier Foreign Corporation and its Related Fourth-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid and Deemed Paid for Tax Year Indicated		7. Post-1986 Foreign Income Taxes (add columns 5, 6(a), and 6(b))	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
					(a) Taxes Paid	(b) Taxes Deemed Paid (from Part III, column 10)		(a) Of Fifth-tier CFC	(b) Of Fourth-tier CFC		

Part III - Tax Deemed Paid by Fifth-Tier Foreign Corporations (Include the column 10 results in column 6(b) of Part II above.)

1. Name of Sixth-Tier Foreign Corporation and its Related Fifth-Tier Foreign Corporation	2. Tax Year End (Yr-Mo) (see instructions)	3. Country of Incorporation (enter country code from instructions)	4. Post-1986 Undistributed Earnings (in functional currency - attach schedule)	5. Opening Balance in Post-1986 Foreign Income Taxes	6. Foreign Taxes Paid For Tax Year Indicated	7. Post-1986 Foreign Income Taxes (add columns 5 and 6)	8. Dividends Paid (in functional currency)		9. Divide Column 8(a) by Column 4	10. Tax Deemed Paid (multiply column 7 by column 9)
							(a) Of Sixth-tier CFC	(b) Of Fifth-tier CFC		

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Schedule F Gross Income and Definitely Allocable Deductions for Foreign Branches			Schedule G Reductions of Taxes Paid, Accrued, or Deemed Paid	
1. Foreign Country or U.S. Possession (Enter two-letter code from Schedule A, column 1. Use a separate line for each.)			2. Gross Income	
3. Definitely Allocable Deductions			4. Reduction of Taxes Under Section 901(e) - Attach separate schedule	
A	DC	1,607,357,806	328,764,349	0
B				0
C				0
D				0
E				0
F				0
Totals (add lines A through F)*			1,607,357,806	328,764,349
			Total (add lines A through E). Enter here and on Schedule B, Part II, line 3.	

* Note: The Schedule F totals are not carried over to any other Form 1118 Schedule. (These totals were already included in Schedule A.) However, the IRS requires the corporation to complete Schedule F under the authority of section 905(b).

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GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule H Apportionment of Deductions Not Definitely Allocable (complete only once)**Part I - Research and Development Deductions**

	(a) Sales Method					(b) Gross Income Method-Check method used:		(c) Total R&D Deductions Not Definitely Allocable (enter all amounts from column (a)(v) or all amounts from column (b)(vii))
	Product line #1 (SIC Code:138) *	Product line #2 (SIC Code:		(v) Total R&D Deductions Under Sales Method (add columns (ii) and (iv))	(vi) Gross Income	<input type="checkbox"/> Option 1	<input type="checkbox"/> Option 2 (See Instructions.)	
	(i) Gross Sales	(ii) R&D Deductions	(iii) Gross Sales	(iv) R&D Deductions		(vii) Total R&D Deductions Under Gross Income Method		
1 Totals (see instructions)	38,504,323,123	255,783,706		94,632,552	350,416,258	0		
2 Total to be apportioned		127,891,853		47,316,276	175,208,129			
3 Apportionment among statutory groupings:								
a General category income	2,798,519,419	9,295,264		29,235,412	38,530,675			38,530,675
b Passive category income			0					
c Section 901(j) income*		0						
d Income re-sourced by treaty*								
4 Total foreign (add lines 3a through 3d)	2,798,519,419	9,295,264		29,235,412	38,530,675			38,530,675

* Important: See Computer-Generated Schedule H in instructions.

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GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule H Apportionment of Deductions Not Definitely Allocable (continued)**Part II - Interest Deductions, All Other Deductions, and Total Deductions**

	(a) Average Value of Assets - Check method used:		(b) Interest Deductions		(c) All Other Deductions Not Definitely Allocable	(d) Totals (add the corresponding amounts from column (c), Part I; columns (b)(iii) and (b)(iv), Part II; and column (c), Part II). Enter each amount from lines 3a through 3d below in column 10 of the corresponding Schedule A.
	<input type="checkbox"/> Fair market value	<input type="checkbox"/> Tax book value	(iii) Nonfinancial Corporations	(iv) Financial Corporations		
1 a Totals (see instructions)			17,312,464,155	447,750,940	338,973,927	
b Amounts specifically allocable under Temp. Regs. 1.861-10T(e)						
c Other specific allocations under Temp. Regs. 1.861-10T				140,440,815		
d Assets excluded from apportionment formula						
2 Total to be apportioned (subtract the sum of lines 1b, 1c, and 1d from line 1a)			17,312,464,155	307,310,125		
3 Apportionment among statutory groupings:						
a General category income			8,566,050,769	152,054,272	338,973,927	529,558,874
b Passive category income			226,103,426	4,013,517		4,013,517
c Section 901(j) income*			2,510,569	44,566		44,566
d Income re-sourced by treaty*						
4 Total foreign (add lines 3a through 3d)			8,794,664,864	156,112,355	338,973,927	533,616,957

* Important: See Computer-Generated Schedule H in Instructions.

Form 1118 (Rev. 12-2009)

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**Schedule J
(Form 1118)**

(Rev. January 2009)

**Adjustments to Separate Limitation Income (Loss) Categories for
Determining Numerators of Limitation Fractions, Year-End
Recharacterization Balances, and Overall Foreign and Domestic
Loss Account Balances**

OMB No. 1545-0122

For calendar year 2010 , or other tax year beginning _____
and ending _____Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1118. For Paperwork Reduction Act Notice, see the Instructions for Form 1118.

Name of corporation

Employer identification number

HALLIBURTON COMPANY

**Part I Adjustments to Separate Limitation Income or (Losses) in Determining Numerators of Limitation
Fractions (see instructions)**

	(i) General category income	(ii) Passive category income	(iii) Other income*	(iv) U.S. income
1 Income or (loss) before adjustments	716,750,620	-2,914,080	-44,566	985,455,687
2 Allocation of separate limitation losses:				
a General category income		()	()	
b Passive category income	(2,914,080)	2,914,080	()	
c Other income*	(44,566)	()	44,566	
3 Subtotal - Combine lines 1 through 2c.	713,791,974			985,455,687
4 Allocation of overall foreign losses				()
5 Allocation of domestic losses	()	()	()	
6 Subtotal - Combine lines 3 through 5.	713,791,974			985,455,687
7 Recapture of overall foreign losses	()	()	()	
8 Subtotal - Combine lines 6 and 7.	713,791,974			985,455,687
9 Recharacterization of separate limitation income:				
a General category income	()			
b Passive category income		()		
c Other income*			()	
10 Recapture of overall domestic losses	469,543,301	101,602		(-469,644,903)
11 Numerator of Limitation Fraction - Combine lines 8 through 10. Enter each result here and on Schedule B, Part II, line 7, of corresponding Form 1118.	1,183,335,275	101,602		

Part II Year-End Balances of Future Separate Limitation Income That Must Be Recharacterized (section 904(f)(5)(C))

a General category income			
b Passive category income	2,914,080		
c Other income*	364,351	2,804	

Part III Overall Foreign Loss Account Balances (section 904(f)(1))

Complete for each separate limitation income category.

1 Beginning balance			
2 Current year additions			
3 Current year reductions (other than recapture)	()	()	()
4 Current year recapture (from Part I, line 7)	()	()	()
5 Ending balance - Combine lines 1 through 4.			

Part IV Overall Domestic Loss Account Balances (section 904(g)(1))

1 Beginning balance	648,569,233	140,340	
2 Current year additions			
3 Current year reductions (other than recapture)	()	()	()
4 Subtotal - Combine lines 1 through 3.	648,569,233	140,340	
5 Current year recapture (from Part I, line 10)	469,543,301	101,602	
6 Ending balance - Subtract line 5 from line 4.	179,025,932	38,738	

* Important: See Computer-Generated Schedule J in instructions.

Schedule J (Form 1118) (Rev. 1-2009)

GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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**SCHEDULE K
(Form 1118)**

(December 2009)

Department of the Treasury
Internal Revenue Service

Name of corporation

HALLIBURTON COMPANY

Foreign Tax Carryover Reconciliation ScheduleFor calendar year 20 10 , or other tax year beginning _____, 20____, and ending _____, 20____.

▶ See separate instructions.

▶ Attach to Form 1118.

OMB No. 1545-0122

Employer Identification Number

Use a separate Schedule K (Form 1118) for each category of income listed below. Check only one box on each schedule.

☐ Passive Category Income
☒ General Category Income☐ Section 901(j) Income: Name of Sanctioned Country ▶ _____
☐ Income Re-sourced by Treaty: Name of Country ▶ _____

Foreign Tax Carryover Reconciliation	(i) 10th Preceding Tax Year	(ii) 9th Preceding Tax Year	(iii) 8th Preceding Tax Year	(iv) 7th Preceding Tax Year	(v) 6th Preceding Tax Year	(vi) 5th Preceding Tax Year	(vii) Subtotal (add columns (i) through (vi))
1 Foreign tax carryover from the prior tax year (enter the amount from line 6 of the worksheet in the instructions)							
2 Adjustments to line 1 (enter description - see instructions):							
a Carryback adjustment (see instructions)							
b Adjustments for section 905(c) redeterminations (see instructions)							
c							
d							
e							
f							
g							
3 Adjusted foreign tax carryover from prior tax year (combine lines 1 and 2).							
4 Foreign tax carryover utilized in current tax year (enter as a negative number)							
5 Foreign tax carryover expired unused in current tax year (enter as a negative number)							
6 Foreign tax carryover generated in current tax year							
7 Actual or estimated amount of line 6 to be carried back to prior tax year (enter as a negative number)							
8 Foreign tax carryover to the following tax year. Combine lines 3 through 7.	-0-						

For Paperwork Reduction Act Notice, see the instructions for Form 1118.

Schedule K (Form 1118) (12-2009)

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GENERAL LIMITATION - ALTERNATIVE MINIMUM TAX

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Schedule K (Form 1118) (12-2009)

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Foreign Tax Carryover Reconciliation (continued)		(viii) Subtotal from page 1 (enter the amounts from column (vi) on page 1)	(ix) 4th Preceding Tax Year	(x) 3rd Preceding Tax Year	(xi) 2nd Preceding Tax Year	(xii) 1st Preceding Tax Year	(xiii) Current Tax Year	(xiv) Totals (add columns (viii) through (xiii))
1	Foreign tax carryover from the prior tax year (enter the amount from line 6 of the worksheet in the instructions)					858,658,000		858,658,000
2	Adjustments to line 1 (enter description - see instructions):							
	a Carryback adjustment (see instructions)							
	b Adjustments for section 905(c) redeterminations (see instructions)							
	c							
	d							
	e							
	f							
	g							
3	Adjusted foreign tax carryover from prior tax year (combine lines 1 and 2). Enter the column (xiv) total on the current year Form 1118, Schedule B, Part II, line 5.					858,658,000		858,658,000
4	Foreign tax carryover utilized in current tax year (enter as a negative number)							
5	Foreign tax carryover expired unused in current tax year (enter as a negative number)							
6	Foreign tax carryover generated in current tax year						3,713,163	3,713,163
7	Actual or estimated amount of line 6 to be carried back to prior tax year (enter as a negative number)							
8	Foreign tax carryover to the following tax year. Combine lines 3 through 7.					858,658,000	3,713,163	862,371,163

Schedule K (Form 1118) (12-2009)

Form	4626	Alternative Minimum Tax - Corporations	OMB No. 1545-0175
Department of the Treasury Internal Revenue Service		▶ See separate instructions. ▶ Attach to the corporation's tax return.	2010
Name Halliburton Company			Employer identification number
Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).			
1	Taxable income or (loss) before net operating loss deduction		1 1,687,569,707
2 Adjustments and preferences:			
a	Depreciation of post-1986 property	2a -5,123,383	
b	Amortization of certified pollution control facilities	2b	
c	Amortization of mining exploration and development costs	2c 13,281,170	
d	Amortization of circulation expenditures (personal holding companies only)	2d	
e	Adjusted gain or loss	2e -402,691	
f	Long-term contracts	2f	
g	Merchant marine capital construction funds	2g	
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h	
i	Tax shelter farm activities (personal service corporations only)	2i	
j	Passive activities (closely held corporations and personal service corporations only)	2j	
k	Loss limitations	2k	
l	Depletion	2l 3,653	
m	Tax-exempt interest income from specified private activity bonds	2m	
n	Intangible drilling costs	2n 1,107,797	
o	Other adjustments and preferences	2o	
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o		3 1,696,436,253
4 Adjusted current earnings (ACE) adjustment:			
a	ACE from line 10 of the ACE worksheet in the instructions	4a 1,700,184,798	
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4b 3,748,545	
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4c 2,811,408	
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive)	4d	
e	ACE adjustment. <div style="display: flex; align-items: center;"> <div style="margin-right: 10px;"> • If line 4b is zero or more, enter the amount from line 4c • If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount </div> <div style="font-size: 24pt;">}</div> </div>	4e 2,811,408	
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT.		5 1,699,247,661
6	Alternative tax net operating loss deduction (see instructions)		6
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions		7 1,699,247,661
8 Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):			
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8a	
b	Multiply line 8a by 25% (.25)	8b	
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c	
9	Subtract line 8c from line 7. If zero or less, enter -0-	9 1,699,247,661	
10	Multiply line 9 by 20% (.20)	10 339,849,532	
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11 236,667,136	
12	Tentative minimum tax. Subtract line 11 from line 10.	12 103,182,396	
13	Regular tax liability before applying all credits except the foreign tax credit	13 207,450,929	
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return		14

For Paperwork Reduction Act Notice, see the instructions.

Form 4626 (2010)

Adjusted Current Earnings (ACE) Worksheet

▶ See ACE Worksheet Instructions (which begin on page 8).

1	Pre-adjustment AMTI. Enter the amount from line 3 of Form 4626	1	1,696,436,253
2	ACE depreciation adjustment:		
a	AMT depreciation	2a	1,147,402,109
b	ACE depreciation:		
(1)	Post-1993 property	2b(1)	3,333,624
(2)	Post-1989, pre-1994 property	2b(2)	
(3)	Pre-1990 MACRS property	2b(3)	
(4)	Pre-1990 original ACRS property	2b(4)	
(5)	Property described in sections 168(f)(1) through (4)	2b(5)	
(6)	Other property	2b(6)	1,142,104,234
(7)	Total ACE depreciation. Add lines 2b(1) through 2b(6)	2b(7)	1,145,437,858
c	ACE depreciation adjustment. Subtract line 2b(7) from line 2a	2c	1,964,251
3	Inclusion in ACE of items included in earnings and profits (E&P):		
a	Tax-exempt interest income	3a	274,928
b	Death benefits from life insurance contracts	3b	
c	All other distributions from life insurance contracts (including surrenders)	3c	
d	Inside buildup of undistributed income in life insurance contracts	3d	
e	Other items (see Regulations sections 1.56(g)-1(c)(6)(iii) through (ix) for a partial list)	3e	
f	Total increase to ACE from inclusion in ACE of items included in E&P. Add lines 3a through 3e	3f	274,928
4	Disallowance of items not deductible from E&P:		
a	Certain dividends received	4a	406,033
b	Dividends paid on certain preferred stock of public utilities that are deductible under section 247	4b	
c	Dividends paid to an ESOP that are deductible under section 404(k)	4c	
d	Nonpatronage dividends that are paid and deductible under section 1382(c)	4d	
e	Other items (see Regulations sections 1.56(g)-1(d)(3)(i) and (ii) for a partial list)	4e	
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e	4f	406,033
5	Other adjustments based on rules for figuring E&P:		
a	Intangible drilling costs	5a	
b	Circulation expenditures	5b	
c	Organizational expenditures	5c	
d	LIFO inventory adjustments	5d	
e	Installment sales	5e	
f	Total other E&P adjustments. Combine lines 5a through 5e	5f	
6	Disallowance of loss on exchange of debt pools	6	
7	Acquisition expenses of life insurance companies for qualified foreign contracts	7	
8	Depletion	8	
9	Basis adjustments in determining gain or loss from sale or exchange of pre-1994 property	9	1,103,333
10	Adjusted current earnings. Combine lines 1, 2c, 3f, 4f, and 5f through 9. Enter the result here and on line 4a of Form 4626	10	1,700,184,798

Form 1120		U.S. Corporation Income Tax Return		OMB No. 1545-0123	
Department of the Treasury Internal Revenue Service		For calendar year 2010 or tax year beginning _____, ending _____		2010	
		▶ See separate instructions.			
A Check if:		Name		B Employer identification number	
1a Consolidated return (attach Form 851) <input type="checkbox"/>		Halliburton Energy Services Inc			
b Life/nonlife consolidated return <input type="checkbox"/>		Number, street, and room or suite no. If a P.O. box, see instructions.		C Date incorporated	
2 Personal holding co. (attach Sch. PH) <input type="checkbox"/>		2107 City West Boulevard		07/01/1924	
3 Personal service corp. (see instructions) <input type="checkbox"/>		City or town, state, and ZIP code		D Total assets (see instructions)	
		Houston, TX 77042		\$ 9,983,751,734	
4 Schedule M-3 attached <input type="checkbox"/>		E Check if:			
		(1) Initial return (2) Final return (3) Name change (4) Address change			
Income		1a Gross receipts or sales 38,402,616,462		b Less returns and allowances 27,268,691,369	
		c Bal		1c 11,133,925,093	
2 Cost of goods sold (Schedule A, line 8)				2 7,699,707,308	
3 Gross profit. Subtract line 2 from line 1c				3 3,434,217,785	
4 Dividends (Schedule C, line 19)				4 22,444,057	
5 Interest				5 8,846,702	
6 Gross rents				6 163,083	
7 Gross royalties				7 121,953,019	
8 Capital gain net income (attach Schedule D (Form 1120))				8 5,005,542	
9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)				9 64,492,282	
10 Other income (see instructions - attach schedule)				10 -34,325,412	
11 Total income. Add lines 3 through 10				11 3,622,797,058	
12 Compensation of officers (Schedule E, line 4)				12 43,191,333	
13 Salaries and wages (less employment credits)				13 413,114,109	
14 Repairs and maintenance				14	
15 Bad debts				15 57,139,197	
16 Rents				16 54,027,190	
17 Taxes and licenses				17 277,698,838	
18 Interest				18 92,208,595	
19 Charitable contributions				19 4,114,585	
20 Depreciation from Form 4562 not claimed on Schedule A or elsewhere on return (attach Form 4562)				20 1,091,113,535	
21 Depletion				21 5,838,284	
22 Advertising				22 5,941,460	
23 Pension, profit-sharing, etc., plans				23 43,089,352	
24 Employee benefit programs				24 72,320,431	
25 Domestic production activities deduction (attach Form 8903)				25 118,728,908	
26 Other deductions (attach schedule)				26 -309,870,271	
27 Total deductions. Add lines 12 through 26				27 1,968,655,546	
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11				28 1,654,141,512	
29 Less: a Net operating loss deduction (see instructions)		29a 11,217,797			
b Special deductions (Schedule C, line 20)		29b 404,786		29c 11,622,583	
30 Taxable income. Subtract line 29c from line 28 (see instructions)				30 1,642,518,929	
31 Total tax (Schedule J, line 10)				31	
32a 2009 overpayment credited to 2010		32a			
b 2010 estimated tax payments		32b			
c 2010 refund applied for on Form 4466		32c ()		d Bal 32d	
e Tax deposited with Form 7004		32e			
f Credits: (1) Form 2439 (2) Form 4136		32f			
g Refundable credits from Form 3800, line 19c, and Form 8827, line 8c		32g		32h	
33 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>				33	
34 Amount owed. If line 32h is smaller than the total of lines 31 and 33, enter amount owed				34	
35 Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid				35	
36 Enter amount from line 35 you want: Credited to 2011 estimated tax <input checked="" type="checkbox"/> Refunded <input type="checkbox"/>				36	
Sign Here					
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.					
Signature of officer		Date		Title	
Print/Type preparer's name		Preparer's signature		Date	
Firm's name ▶ ERNST & YOUNG U.S. LLP		Check <input type="checkbox"/> if PTIN self-employed		Firm's EIN ▶	
Firm's address ▶ 1401 MCKINNEY STREET, SUITE 1200		Phone no.			
HOUSTON, TX 77010					

AFFIRMATIVE ADJUSTMENT

Halliburton Company & Subsidiaries

FEIN: [REDACTED]

Tax Year Ending 12/31/2010

Basis for Nigeria Settlement Payment Deduction Claim

In the mid-1990s, four engineering firms, including M.W. Kellogg Company, formed a joint venture (the "Joint Venture") to bid on a project to construct liquefied natural gas processing plants in Bonny Island, Nigeria. The taxpayer ("Halliburton") was not part of the Joint Venture.

In September 1998, Halliburton acquired Dresser Industries Inc. ("Dresser"), which owned M.W. Kellogg Company. After the acquisition, M.W. Kellogg Company was combined with Halliburton's subsidiary, Brown & Root Inc., to form Kellogg, Brown & Root Inc., which later became Kellogg, Brown & Root, LLC, now a wholly-owned subsidiary of KBR Inc. (together with its subsidiaries and predecessor entities, "KBR"). Halliburton spun off KBR in April 2007. Since that time, Halliburton and KBR have been independent, publicly traded companies.

In or around 2009, following allegations of improper payments to government officials in Nigeria by the Joint Venture through the use of agents or subcontractors in connection with the Bonny Island project, the United States Securities & Exchange Commission ("SEC") and the Department of Justice ("DOJ"), investigated KBR and Halliburton under the Foreign Corrupt Practices Act ("FCPA") in order to ascertain their role(s) in the alleged improper payments. A subsidiary of KBR ultimately pleaded guilty to conspiring to violate the FCPA and to substantive counts relating to violations of the anti-bribery provisions of the FCPA.

The SEC argued that Halliburton also had liability under the FCPA because Halliburton allegedly failed to maintain and enforce its existing internal controls. There is no equivalent law in Nigeria.

KBR and Halliburton settled with the SEC and DOJ in 2009, making certain payments to the U.S. Government. On September 3, 2010, after the Federal Government of Nigeria ("FGN") learned of these settlements, the FGN filed charges in Nigeria against the members of the Joint Venture and other individuals and entities connected with the Bonny Island project. These charges filed by the FGN did not include Halliburton or any of Halliburton's officers, directors, or employees.

At the time of the September 2010 charges, KBR was no longer operating in Nigeria. By contrast, Halliburton had significant operations and employees in Nigeria.

Given that KBR no longer had employees or assets in Nigeria, the FGN next launched an aggressive campaign against Halliburton's business and employees. Among other actions, in late November and early December 2010 the FGN:

- Raided Halliburton's offices in Lagos, Nigeria;
- arrested or detained ten Halliburton employees;
- demanded in writing that the FGN be paid the same amount as other jurisdictions with respect to the Bonny Island project (specifically including the settlement payments made to the U.S. Government); and
- threatened in writing to "activate alternative steps" if its monetary demands were not met within 30 days.

Halliburton was adamant that it bore no responsibility for the alleged actions of the Joint Venture and refused to capitulate to the FGN's monetary demands. In response, on December 7, 2010, the FGN filed charges against Halliburton and certain of its current and former executives, alleging criminal liability under anti-bribery laws.

Despite the charges filed by the FGN, neither Halliburton nor any of its current or former executives had any potential – let alone actual – criminal liability under Nigerian law. The charges filed by the FGN were demonstrably frivolous. Neither Halliburton nor any of its employees had any connection to the Joint Venture's actions in obtaining contracts relating to the Bonny Island project. And Halliburton did not have any liability as a matter of Nigerian law for the actions of the Joint Venture (or even for the actions of KBR). Halliburton's settlement of the FCPA matter with the U.S. Government could form no basis for liability under Nigerian law, which did not include any analogous provisions to the FCPA provisions applicable to Halliburton. Moreover, the FGN's charges failed to contain the *prima facie* proof of evidence required to be included under Nigerian law, and Halliburton could have successfully applied to have the charges pre-emptively quashed on that basis. The charges were also procedurally deficient in that there was no proof of service on Halliburton and its executives.

Despite being aware that it had no potential for any criminal liability or any fine or penalty under Nigerian law, Halliburton nevertheless needed to find a quick and comprehensive way to stop the FGN's campaign against Halliburton. Halliburton's business in Nigeria was being directly and severely disrupted by the FGN's actions. The FGN was interfering with Halliburton's ability to operate in Nigeria and to honor contracts with its customers. In addition, particularly given the FGN's raid of Halliburton's offices and arrest or detention of Halliburton's employees, Halliburton was concerned for the safety and well-being of its 750 employees in Nigeria. Time was of the essence to address this business crisis.

Consequently, to protect its Nigerian business and employees in Nigeria, Halliburton negotiated with the FGN, and the parties ultimately executed a settlement agreement (the "Settlement Agreement"). In the Settlement Agreement, the FGN agreed to the following demands made by Halliburton: (1) to immediately desist from harassing Halliburton's employees and officers; and (2) to take no steps to "enforce any exclusion, restriction, limitation, disadvantage or debarment which prevents [Halliburton] from actively pursuing [its] existing projects, pursuing [its] business, and bidding for other or further projects or work within Nigeria." Halliburton agreed to pay \$35,000,000 to the FGN pursuant to the Settlement Agreement, of which \$2,500,000 was a reimbursement of the FGN's legal fees. The Settlement Agreement confirms that the payment was made "*ex gratia*" – voluntarily and without legal obligation. Halliburton expressly denied wrongdoing. There is no mention of any fine or penalty in the Settlement Agreement.

Halliburton paid the \$32,500,000 (the "Settlement Payment") purely for business reasons, including (as expressly set forth in the Settlement Agreement) to stop the FGN's harassment of its employees and the disruption of its business. Although Halliburton secured several broad promises from the FGN in the Settlement Agreement not to pursue any criminal charges or other civil actions in the future, the payment was not in lieu of any actual or potential fine or penalty. The payment was purely an ordinary and necessary business expense.

On audit, the IRS properly allowed Halliburton's deduction under IRC 162(a) for the \$2,500,000 Halliburton paid to the FGN to reimburse the FGN for its legal fees. However, the IRS disallowed any deduction for the \$32,500,000 Settlement Payment, arguing that the payment was "a fine or similar penalty paid to a government for the violation of any law" under IRC 162(f) (as in effect for Halliburton's 2010 taxable year). Because (i) the \$32,500,000 Settlement Payment was an ordinary and necessary expense paid or incurred by Halliburton during 2010 in carrying on a trade or business under IRC 162(a), (ii) the \$32,500,000 Settlement Payment was not "a fine or similar penalty paid to a government for the violation of any law" under IRC 162(f) (as in effect for Halliburton's 2010 taxable year), and (iii) no other provision of the IRC properly prevents Halliburton from deducting the \$32,500,000 under IRC 162(a), Halliburton is entitled to a refund of \$11,375,000, plus interest as allowed by law, as set forth in this amended return.